

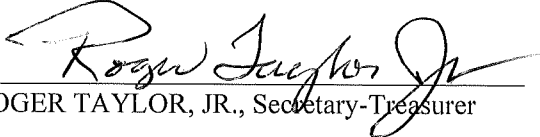
SHELBY ENERGY COOPERATIVE, INC.
Shelbyville, Kentucky
Board of Directors' Meeting — April 25, 2024

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| Regular Meeting | The following persons were present at 9:00 a.m., either in person or electronically. | |
| | <u>Directors:</u> | |
| | Ashley Chilton | Chairman |
| | Pat Hargadon | Vice Chairman |
| | Roger Taylor | Secretary/Treasurer |
| | Wayne Stratton | Director |
| | Diana Arnold | Director |
| | Jeffrey Joyce | Director |
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| | <u>Also Present:</u> | |
| | Jack Bragg, Jr. | President & CEO |
| | Randy Stevens | SVP, Power Delivery Services |
| | Michael Moriarty | Chief Financial Officer |
| | Jennie Pate | Manager, Billing & Customer Service |
| | Dylan Staples | Manager, Engineering |
| | Mary Beth Dennis | Director, Communications & Member Services |
| | Mike Mason | Manager, Operations |
| | Jason Ginn | Manager, Contract Resources |
| | Alan Q. Zaring | Attorney |
| | Board Information | Copies of the following were provided to Board Members on April 19, 2024. Chairman Chilton called the meeting to order. |
| | Safety Moment | Bragg presented the Safety Moment on dealing with the public. |
| | Minutes | Upon unanimous motion, the Minutes of the March 28, 2024, meeting were approved. |
| | Communications & Cooperative Services | Mary Beth Dennis gave the Communications & Cooperative Services Report. She reviewed recent and upcoming Community Events. Dennis gave the monthly website analytics, as well as Facebook insights and Top Post, LinkedIn information, and the Messenger and solar energy report. Dennis also reviewed the Energy Audits, Rebate and Solar Credit Reports, and provided an update on the Smarthub Adoption rates. |

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| <p>Finance, Accounting & Payroll</p> | <p>Michael Moriarty presented the Accounting and Payroll reports for March, 2024. For March, the TIER was 1.68 and OTIER was 1.65. Power cost as a percentage of revenue for February was 68.69%.</p> <p>The March 2024 check registers, credit card expenses, fleet card expenses, and Propane Plus financials were available for review.</p> <p>Moriarty reviewed the 2022 Outstanding Check Summary. Upon motion by Stratton, second by Arnold, the Board voted to void the 2022 outstanding checks.</p> <p>Moriarty presented information on lease options for new vehicles for Cooperative employees.</p> <p>Moriarty also provided an update on the Medical Insurance plan.</p> |
| <p>Billing and Customer Service</p> | <p>Jennie Pate reviewed the Billing and Customer Service Reports for March, 2024.</p> <p>This included a comparison of membership numbers for March, 2024, and March, 2023. The data shows there are 14,054 active members currently, compared to 13,897 one year ago.</p> <p>There were 21 uncollectable Accounts for April, 2024, with January, 2024, 2023, cut-off dates, totaling \$5,075.04.</p> <p>A summary of those accounts was provided, and upon motion by Hargadon, seconded by Taylor, those amounts were approved.</p> <p>The Collections Summary Report for March was presented. A total of \$2,284.86 was submitted for collection, with \$1,037.00 being collected by GLA and \$170.76 by Shelby Energy.</p> <p>Three estates received capital credit refunds in March, totaling \$1,289.37.</p> |
| <p>Information Technology</p> | <p>Jack Bragg presented the IT Report for March, 2024. That included the Network Failover Performance Report; Monthly Bandwidth activity; and an update on miscellaneous projects, including the AT&T FirstNet radio project.</p> |
| <p>Power Delivery Report</p> | <p>Randy Stevens reviewed the Power Delivery Report for March, 2024. He presented updates on the Construction Work Plan and Contractor Right-of-Way budgets.</p> |
| <p>Engineering Report</p> | <p>Dylan Staples gave the Engineering Report for March, 2024. He informed the Board that the Cooperative installed 32 new meters in March.</p> |

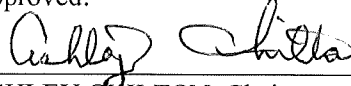
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| | <p>Staples also discussed upcoming projects and SAIDI and SAIFI numbers, as well as outages.</p> <p>Staples also reviewed the Substation Circuit Engineering Data.</p> |
| Internal Resources Operations | <p>Mike Mason presented the Internal Resources Operations Reports for March. He advised there were 2 safety meetings; and 7 job site inspections, with no findings.</p> <p>He also provided an update on the Koetter, Five Star and Ardmore Crossing projects.</p> |
| External Resources Operations | <p>Jason Ginn presented the External Operations and Safety Report for March, 2024. He discussed progress of contracted outside resources including Elliott crews, Wright Tree Service, and RDOF pole changes.</p> |
| 2023 Form 990 | <p>Michael Moriarty presented the 2023 Form 990 for review. Upon motion of Hargadon, second by Joyce, with Stratton abstaining, the form was accepted.</p> <p>Upon motion of Hargadon, second by Joyce, the Board also voted to pass a Resolution adopting a short-term retention program.</p> |
| Executive Session | <p>Upon motion of Stratton, and second by Joyce, the Board entered into Executive Session with Zaring present.</p> |
| Board Policies | <p>Bragg and Zaring presented the following policies for consideration and approval:</p> <p>BP 707-System Patching BP 708-System Logging and Monitoring BP 709-System Acceptance and Configuration BP 901-Employment Practices BP 903-Holidays</p> <p>Upon motion by Arnold, and second by Taylor, the policy updates were unanimously approved.</p> |
| EKPC | <p>Stratton presented the EKPC Report.</p> |
| KEC | <p>Hargadon presented the KEC Report.</p> |
| President & CEO Report | <p>Bragg provided the President & CEO's report.</p> |

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| Adjourn | There being no further business, the meeting was adjourned. The next Board meeting will be on May 23 at 9:00 a.m. |
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ROGER TAYLOR, JR., Secretary-Treasurer

Approved:



ASHLEY CHILTON, Chairman